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RE: SCOPE OF RELEASE

(Case No. 2:15-cv-01808-TSZ)

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Tel.: (206) 623-1900 Fax: (206) 623-3384 Sherlie Charlot, a class member, joins in Plaintiff Juanita Garcia's Statement Regarding Scope of Release in Proposed Class Action Settlement ("Statement"), Dkt. No. 114. Ms. Charlot additionally and respectfully asks the Court to enter an order making Plaintiff's Statement binding on all of the parties.

Doing so is necessary to protect Ms. Charlot's rights that she is presently attempting to vindicate in class action litigation against Defendant Nationstar Mortgage LLC ("Nationstar"). Class Action Complaint ("Compl."), *Contreras v. Nationstar Mortg. LLC*, No. 2:16-cv-00302-MCE-EFB (E.D. Cal. Feb. 12, 2016), Dkt. No. 1. Like Plaintiff Garcia, Ms. Charlot sued Nationstar for wrongly assessing convenience fees on mortgage payments she has made. Ms. Charlot and other co-plaintiffs seek to represent a nationwide class and certain subclasses of similarly situated borrowers who have been charged convenience fees from 2011 to the present. *See id.* Ms. Charlot and the other *Contreras* plaintiffs also seek relief for additional types of fees not at issue in the *Garcia* matter.

Given the overlap between these two cases, Ms. Charlot has concerns that the Settlement Agreement in *Garcia* threatens to impair and impede her and the proposed classes' rights in the *Contreras* case. Ms. Charlot believes the release could be read to force her and all *Contreras* class members who are also members of the *Garcia* class to forever abandon their ability to challenge the convenience fees (even if charged outside the *Garcia* class period), as well as other types of fees that Nationstar has charged. *See* Stipulation and Settlement Agreement ("Settlement Agreement") § 10.1 and § 10.5 (Dkt. No. 92-1). Indeed, Nationstar's counsel has represented to the undersigned counsel for the plaintiffs in *Contreras* that Nationstar intends to read and apply the Settlement Agreement's Release in just such a broad manner. *See* Declaration of Ian Mensher in Support of Ms. Charlot's Joinder ("Mensher Decl.") ¶ 9.

Ms. Garcia's counsel has kindly worked with Ms. Charlot's counsel to address Ms. Charlot's concerns. The Statement is proof of that cooperation. As Ms. Garcia explains, through the Statement

"the Parties further clarify the plain and intended meaning of the Settlement and Release" to preserve the *Contreras* plaintiffs' ability to pursue individual and class claims for all convenience fees paid outside of the *Garcia* class periods and for all non-convenience fees they have been assessed. *See* Statement ¶¶ 2-5. The Statement also clarifies that the "*Garcia* Parties have no objection" to the *Contreras* plaintiffs' decision to opt-out of the *Garcia* class and "those individuals shall not be deemed to have waived any claims." *Id.* ¶ 6.

While the Statement provides the foundation to allay Ms. Charlot's concerns in terms of what the "Parties" have agreed to, it presently lacks any binding effect against Nationstar given Nationstar's refusal to actually join and sign it. *See* Mensher Decl. ¶ 11. Indeed, Nationstar's Statement of Nonopposition to the Statement does not contain any agreement to be bound by the Statement. *See* Dkt. No. 115. This greatly concerns Ms. Charlot because of Nationstar's stated views on the reach of the Settlement Agreement's Release. *See id.* ¶ 9. Nationstar appears to be preserving its ability to use the Release broadly against Ms. Charlot. This would undermine Ms. Charlot's and the *Contreras* plaintiffs' claims and prejudice her and the classes she and her co-plaintiffs seek to represent.

To ensure the fairness of this settlement and avoid prejudice to Ms. Charlot and others similarly situated, the Court may and should enter an order adopting the Statement as *binding on all parties*.

Doing so is consistent with the Statement and Rule 23(e) because it would ensure the settlement in this matter is "fair, reasonable, and adequate." *See* Fed. R. Civ. P. 23(e)(2); *see also Churchill Vill.*, *L.L.C. v. Gen. Elec.*, 361 F.3d 566, 575 (9th Cir. 2004) (listing eight factors the Court must review to test the fairness of a settlement, which includes "the reaction of the class members of the proposed settlement.").

Ms. Charlot therefore respectfully requests the Court enter an order making the Statement binding on the *Garcia* parties, in the form provided by Ms. Charlot with this joinder.

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1 **CERTIFICATE OF SERVICE** 2 I hereby certify that on October 16, 2018, I electronically filed the foregoing with the Clerk of 3 the Court using the CM/ECF system, which in turn sent notice to the following counsel of record: 4 Benjamin H. Richman Erik Kemp 5 **EDELSON PC** Kalama M. Lui Kwan 350 N. LaSalle Street, 14th Floor **SEVERSON & WERSON** Chicago, IL 60654 One Embarcadero Center, Suite 2600 Tel.: (312) 589-6377 San Francisco, CA 94111 7 Email: brichman@edelson.com Tel.: (415) 398-3344 Email: ek@severson.com 8 D. Frank Davis kml@severson.com 9 Wesley W. Barnett **DAVIS & NORRIS LLP** 10 2154 Highland Avenue South Birmingham, AL 35205 11 Tel.: (205) 930-9900 Email: fdavis@davisnorris.com 12 John Alan Knox wbarnett@davisnorris.com WILLIAMS KASTNER 13 Two Union Square Rafey S. Balabanian 601 Union Street, Suite 4100 14 EDELSON PC (SF) Seattle, WA 98101 123 Townsend Street, Suite 100 Tel.: (206) 628-6600 15 San Francisco, CA 94107 Email: jknox@williamskastner.com Tel.: (415) 212-9300 16 Email: rbalabanian@edelson.com Attorneys for Defendants 17 Clifford A. Cantor 18 627 208th Avenue SE Sammamish, WA 98074-7033 19 Tel.: (425) 868-7813 20 Email: cliff.cantor@outlook.com 21 Attorneys for Plaintiffs 22 23 s/ Ian Mensher 24 Ian Mensher 25 26

JOINDER IN PLAINTIFF'S STATEMENT RE: SCOPE OF RELEASE - 4 (Case No. 2:15-cv-01808-TSZ)

4830-3885-2728, v. 1

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